

State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt Governor Kathleen Clarke Executive Director Lowell P. Braxton Division Director 1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

April 23, 2001

Paula H. Doughty Manager, Environmental Compliance Kennecott Utah Copper Corporation 8315 West 3595 South P.O. Box 6001 Magna, Utah 84044-6001

Re: Formal Approval of Form and Amount of Revised Reclamation Surety, Kennecott Utah Copper Corporation (KUCC), 4th Line Expansion, M/035/011, Salt Lake County, Utah

Dear Ms. Doughty:

On April 20, 2001 the Director of the Division of Oil, Gas and Mining formally approved the form and amount of the revised reclamation surety for KUCC's 4th Line portion of permit M/035/011. The surety was revised by a rider increasing the existing St. Paul Fire and Marine Insurance Company surety bond #400JZ4230 from \$6,372,000 to \$8,600,000. *The Division hereby accepts the revised reclamation surety for the KUCC 4th Line Expansion.*

As the surety was revised by a rider, a revised Reclamation Contract is not required. Enclosed please find copies of the surety rider, Power of Attorney, and Resolution by the Board of Directors for your files.

Thank you for your cooperation in adjusting the reclamation surety amount. Please call me if you have any questions in this regard.

Sincerely,

D. Wayne Hedberg Permit Supervisor

Minerals Regulatory Program

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Enclosures: surety bond 400JZ4230 rider, Power of Attorney,

Board of Directors Resolution

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